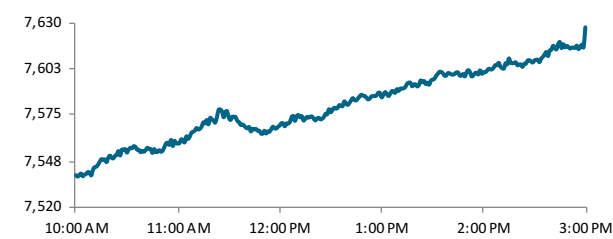


Daily Markets Overview

12 August 2020

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,626	1.2	1.7	-9.1	21.3
Saudi (NOMUC)	8,196	0.2	0.9	14.2	32.5
Energy	5,098	0.7	1.2	-6.3	21.3
Materials	4,799	1.1	1.9	-7.1	NA
Capital Goods	4,287	0.7	1.7	-1.1	29.3
Com. & Prof. Svc	4,069	2.0	2.9	-14.7	15.9
Transportation	4,057	1.2	2.4	-7.7	45.7
Cons. Durables & Apparel	3,859	0.8	1.8	10.0	NA
Consumer Services	3,645	1.2	2.0	-7.9	9.4
Media	7,290	-0.4	0.2	-22.5	26.5
Retailing	7,423	2.2	4.2	-3.6	NA
Food & Staples Retailing	9,697	0.0	0.6	46.6	NA
Food & Beverages	5,407	0.8	0.3	24.2	43.5
Health Care Equipment	4,714	-0.4	1.2	26.4	31.8
Pharma, Biotech & Life Science	4,274	1.2	1.6	18.9	NA
Banks	6,638	1.8	2.2	-18.1	13.3
Diversified Financials	3,356	0.2	1.3	1.6	NA
Insurance	5,274	1.2	1.8	16.8	NA
Telecommunication	6,330	0.6	-0.4	-2.2	21.9
Utilities	3,439	0.3	0.3	-21.8	NA
REITs	3,879	0.6	1.1	-7.6	21.1
Real Estate	2,769	1.3	2.2	-11.6	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Paper Manufacturing Co.	46.55	9.9%	167
National Petrochemical Co.	26.85	9.9%	25
Al Gassim Investment Holding Co.	15.12	6.8%	107
Arabian Centres Co	25.90	6.7%	135
Saudi Industrial Investment Group	20.50	6.3%	106

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
ALRAJHI TAKAFUL	11-Aug	2Q20	88.7	96%	2.22	NA
MULKIA REIT	11-Aug	2Q20	6.0	-70%	0.09	NA
Arabian Shield	11-Aug	2Q20	4.7	129%	0.16	NA
SPCC	10-Aug	2Q20	135.0	48%	0.96	NA
QACCO	10-Aug	2Q20	85.5	21%	0.95	NA

Source: Tadawul

Saudi Market Update

- TASI closed 1.2% higher to 7,626 while NOMUC gained 0.2% to 8,196 on Tuesday. TASI traded value totaled SAR 7.7bn and averaged SAR 5.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 23.5% of the daily traded value.
- MSCI Emerging Markets closed 0.4% higher on Tuesday, trading at P/E (TTM) of 18.8x vs. 21.3x for TASI.
- Banks and Materials gained 1.8% and 1.1%, respectively. Telecom closed 0.6% higher. Retailing (up 2.2%) was the best performing sector. Among stocks, Saudi Paper Manufacturing Co. (2300/SPM AB), National Petrochemical Co. (2002/PETROCH AB), and Al Gassim Investment Holding Co. (6020/GACO AB), led the gainers.
- According to Yamama Cement Co. (3020/YACCO AB), the aggregate sales of 17 Saudi cement producers increased 26% to 4.6 million tons in July 2020, compared to 3.6 million tons in the same month last year. (Source: Argaam)
- The Chairman of the National Cement Committee of the Council of Saudi Chambers stated that the cement sector is expected to witness steady demand over the remaining months of 2020. He pointed out that there was an increase in demand in 1H20 as a result of the expansion of housing projects in line with the country's plans to help more citizens buy homes. (Source: Argaam)
- According to Sahara International Petrochemical Co.'s (2310/SIPCHEM AB) CEO, the firm faced a number of challenges this year, like global peers, as selling prices went down triggered by a lower global demand due to the COVID-19 outbreak. He added that SIPCHEM is expected to report positive results in 3Q20, compared to the severe decline across the board in Q2 2020. (Source: Argaam)
- The Saudi Arabian Oil Company (2222/ARAMCO AB) stated that its capital expenditures are still under review. Capital spending for 2020 will range between USD 25bn (SAR 94bn) and USD 30bn (SAR 112.5bn). (Source: Argaam)
- Jarir Marketing Co.'s (4190/JARIR AB) board of directors recommended a cash dividend of SAR 1.7 per share for 2Q20, implying a full-year yield of 4.2%. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Arabian Cement Co.	29.30	-4.1%	37
Saudi Cement Co.	56.50	-2.3%	40
Raydan Food Co.	21.34	-2.0%	35
Al Hammadi Co for Development & Investment	26.65	-2.0%	41
Eastern Province Cement Co.	34.90	-2.0%	11

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	61.90	3.2%	427
Alinma Bank	15.10	1.9%	409
Dar Alarkan Real Estate Development Co.	7.93	3.0%	400
Seera Group Holding	17.00	2.3%	336
The Saudi Arabian Oil Company	33.30	0.6%	231

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of August 11, 2020
(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,097	0.2	-0.5	-24.1	7.4
Abu Dhabi (ADX)	4,368	0.3	0.2	-13.9	15.1
Kuwait (KSE)	4,828	0.4	0.5	-13.6	27.9
Qatar (QE)	9,524	1.1	1.2	-8.7	15.5
Oman (MSM)	3,573	-0.1	0.1	-10.3	5.2
Bahrain (BSE)	1,307	0.6	1.4	-18.8	12.2
DJMENA Index	521	0.9	1.2	-13.9	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,334	-0.8	-0.5	3.2	26.1
US (NASDAQ 100)	10,783	-1.7	-2.1	20.2	NA
UK (FTSE 100)	6,154	1.7	2.0	-18.4	NA
Germany (DAX)	12,947	2.0	2.1	-2.3	39.7
France (CAC 40)	5,028	2.4	2.8	-15.9	44.5
Russia (MICEX)	3,006	1.5	1.1	-1.3	8.7
Japan (Nikkei)	22,750	1.9	1.9	-3.8	36.2
Hong Kong (HSI)	24,891	2.1	1.5	-11.7	11.6
South Korea (KOSPI)	2,419	1.4	2.8	10.1	29.1
China (SHCOMP)	3,340	-1.2	-0.4	9.5	16.8
India (NIFTY)	11,323	0.5	1.0	-7.0	27.3
Brazil (IBOV)	1,02,174	-1.2	-0.6	-11.6	NA
Turkey (BIST 100)	1,110	3.2	4.7	-3.0	9.1
Egypt (EGX30)	10,919	-0.2	0.9	-21.8	11.0
MSCI Emerging Markets	1,091	0.4	0.2	-2.1	18.8
MSCI World	2,359	-0.1	0.1	0.0	28.1

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	44.5	-1.1	0.2	-32.6	-27.4
Natural Gas (\$/mmbtu)	2.2	0.8	-3.0	-0.8	-6.5
Gold (\$/oz)	1,912	-5.7	-6.1	26.0	27.3
Silver (\$/oz)	24.8	-14.9	-12.4	38.9	46.1
Platinum (\$/oz)	931	-5.6	-3.7	-3.7	8.8
Copper (\$/t)	6,382	-0.2	1.2	3.8	9.9
Zinc (\$/t)	2,394	0.5	0.1	5.0	3.5
Lead (\$/mt)	1,901	1.1	-1.0	-1.2	-7.0
Wheat (\$/bu)	504	2.6	1.7	-9.8	-2.2
Corn (\$/bu)	324	0.2	0.9	-16.6	-20.7
Sugar (\$/lb)	12.7	1.5	0.6	-5.1	-3.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.26	0.00	-1.65	0.00
Saudi Arabia	0.92	0.00	-1.31	0.66
UAE	0.53	0.07	-1.68	0.27
Kuwait	1.56	0.00	-1.19	1.31
Qatar	1.15	-0.08	-1.10	0.89
Bahrain	2.28	0.00	-0.38	2.03

Source: Reuters

NOTES:

(1) Prices updated as of August 11, 2020(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended lower on Tuesday. S&P 500 and NASDAQ declined 0.8% and 1.7%, respectively. Dow Jones Industrial decreased 0.4%. In Europe, UK gained 1.7%. Germany and France closed 2.0% and 2.4% higher, respectively.
- Asian markets are trading mostly lower on Wednesday. China is down 2.0%, while Japan is up 0.5%. South Korea is trading flat. Hong Kong and India are trading 0.2%, and 0.4% lower, respectively, in the morning session.
- GCC markets ended mostly higher on Tuesday. Dubai and Abu Dhabi increased 0.2% and 0.3%, respectively. Kuwait and Qatar gained 0.4% and 1.1%, respectively. Oman closed 0.1% lower, while Bahrain closed 0.6% higher.
- According to Moody's, a recovery in market conditions and an increase in the gross borrowing requirements of the world's largest sukuk sovereign issuers will fuel a rise in nominal sukuk issuance this year that is greater than Moody's had expected in March. (Source: Trade Arabia)
- The seasonally adjusted IHS Markit Dubai Purchasing Managers' Index (PMI) rose to 51.7 in July, compared to 50.0 in June. Dubai's non-oil economy witnessed an expansion in July for the first time in five months, signalling the start of post COVID-19 recovery. (Source: Trade Arabia)
- According to reports, Bahrain's Ministries and Government agencies have indicated a revenue of BHD 910mn (SAR 9.01bn) during 1H20, a decrease of 29% Y/Y. The Minister of Finance and National Economy highlighted that despite the challenges presented by the drop of oil prices globally and Covid-19, the country continues its commitment to achieving all comprehensive development goals. (Source: Trade Arabia)
- Oman has announced that the country's largest solar power plant, Ibri II, is set to start operations by mid-2021. Located near Ibri, the capital of the Dhahirah Governorate, the plant is being built at a cost of USD 400mn (SAR 1.5bn) and will generate about 1,300 gigawatt hours of power annually. (Source: Argam)
- Modon Properties, mandated by the Government of Abu Dhabi to develop integrated tourism destinations and sustainable residential communities, has signed a long-term lease agreement with LuLu Group International for the operation of retail outlets at the Courtyard Mall complex in Riyadh City in Abu Dhabi. (Source: Argam)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended August 7 (prior: -7.4mn barrels) will be announced today. (Source: Trading Economics)
- UK's Industrial Production for June 2020 (prior: 6% M/M, -20% Y/Y) will be announced today. (Source: Trading Economics)
- US jobless claims for the week ended August 8 (prior: 1.2mn) will be announced on August 13. (Source: Trading Economics)

Daily Markets Overview

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